## ACT No. 15

First Extraordinary Session, 2011

HOUSE BILL NO. 21

## BY REPRESENTATIVE PEARSON

1	AN ACT
2	To amend and reenact R.S. 11:413(15), 721.1(A), 1511, 1562(A) and (C), 1752(B)(3), and
3	1921(A)(3)(a)(ii), relative to provisions of Title 11 (Consolidated Public Retirement
4	Systems) of the Louisiana Revised Statutes of 1950 which are limited in applicability
5	to certain political subdivisions or local areas based upon population classifications;
6	to specify applicability to one or more political subdivisions or local areas; and to
7	provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 11:413(15), 721.1(A), 1511, 1562(A) and (C), 1752(B)(3), and
10	1921(A)(3)(a)(ii) are hereby amended and reenacted to read as follows:
11	§413. Classes of employees not eligible
12	The following classes of employees and officers shall not be or become
13	members of this system:
14	* * *
15	(15)(a) Employees of any political subdivision with a parishwide jurisdiction
16	created, as authorized by state law, by local services agreement and
17	intergovernmental contract for the purpose of stimulating and encouraging the
18	development of an industrial air park for economic development in a parish with a
19	population of not less than one hundred eighty thousand or more than one hundred
20	eighty-five thousand according to the latest federal decennial census Calcasieu Parish

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

whose employment commences on or after July 1, 2004, shall not be eligible to become members of the Louisiana State Employees' Retirement System.

(b) Any employee who, on or before June 30, 2004, has at least ten years of creditable service credit in the Louisiana State Employees' Retirement System and who continues employment with said such political subdivision must, no later than thirty days from July 6, 2004, make an irrevocable election to either transfer to another qualified retirement plan or remain in the system. Any employee who elects to transfer from the system must sign a hold harmless agreement with the system releasing the system from any claims arising out of, or relating to, said such employee's withdrawal from the system, and the system shall transfer all employee contributions made by that employee to the system and any employer contributions attributable to the normal cost of that employee as established by the system's actuary. These Such funds must shall be rolled over to another qualified plan or IRA by a Trustee to Trustee transfer. If no such transfer is available, the funds, as defined above, will shall be returned to the political subdivision for distribution in a manner determined by the political subdivision. Any member having ten or more years of creditable service in the Louisiana State Employees' Retirement System on or before June 30, 2004, who elects to remain in the system shall continue to have contributions remitted at the employee and employer contribution rates as established by law until or unless the employee terminates employment with the political subdivision. After termination of employment the member may elect to leave the account inactive until the member becomes eligible to collect his retirement benefit. Any member may, at any time after termination of the system covered employment, request a refund of employee contributions in accordance with applicable <del>current</del> law.

(c) Those employees who have less than ten years of creditable service in the system on or before June 30, 2004, shall be ineligible to remain in the system and shall be removed from the system effective July 1, 2004. These members shall be

eligible to receive all employee contributions made by that employee to the Louisiana State Employees' Retirement System and any employer contributions attributable to the normal cost of that employee as established by the system's actuary. These Such funds must shall be rolled over to another qualified plan or IRA by a Trustee to Trustee transfer. If no such transfer is available, the funds, as defined above, will shall be returned to the political subdivision for distribution in a manner determined by the political subdivision.

\* \* \*

## §721.1. Option to participate in system

A. Notwithstanding any other provision of law to the contrary, no city or parish the superintendent of a the Orleans or Jefferson Parish school system located in a city or parish having a population in excess of four hundred fifty thousand shall be is not required to participate in the Teachers' Retirement System of Louisiana; however, he shall have the option of retaining membership in the Teachers' Retirement System of Louisiana if he is eligible, provided that his retirement benefit computation shall be in accordance with the provisions of this Chapter.

\* \* \*

## §1511. Membership

The clerk of the supreme court, each of the courts of appeal, each of the district courts, and each of the city and traffic courts in cities having a population in excess of four hundred thousand the city of New Orleans, and the employees of such clerks, whether full-time full time or part-time part time, and the employees of the Louisiana Clerks of Court Association, the Louisiana Clerks' of Court Retirement and Relief Fund, and the Louisiana Clerks of Court Insurance Fund, shall become and be a member of the system during service as such.

\* \* \*

§1562. Employee and employer contributions

A. The clerk of the supreme court, each of the courts of appeal, each of the district courts, and each of the city and traffic courts in cities having a population in excess of four hundred thousand the city of New Orleans, and the Louisiana Clerks of Court Association, the Louisiana Clerks Clerks' of Court Retirement and Relief Fund, and the Louisiana Clerks of Court Insurance Fund, shall deduct eight and one-quarter percent of the salary of each such clerk and of each deputy and employee who is or becomes a member of the fund. Such deduction shall be made during each regular payroll period and shall be paid to the fund monthly by each clerk within ten days after the close of the month for which collected. In addition, each such clerk, and the Louisiana Clerks of Court Association, the Louisiana Clerks Clerks' of Court Retirement and Relief Fund, and the Louisiana Clerks of Court Insurance Fund shall pay to the fund an amount equal to nine percent of all salaries paid by each clerk to members of the fund, which shall be paid from each clerk's salary fund or, if there is no salary fund, out of any fund from which the clerk pays the salaries of his employees and himself.

\* \* \*

C. Notwithstanding any other provision of law to the contrary, in lieu of deducting the employee contribution from the salary of each clerk, deputy, and employee as provided in Subsection A of this Section, upon giving written notice to the board of trustees fifteen days prior to the beginning of a fiscal year, each of the district courts and each of the city and traffic courts in cities having a population in excess of four hundred thousand the city of New Orleans, and the boards of Louisiana Clerks of Court Association, the Louisiana Clerks Clerks' of Court Retirement and Relief Fund, and the Louisiana Clerks of Court Insurance Trust may elect to pay out of the clerk's or board's operating funds all or any portion of the employee contributions which would otherwise be deducted from the salary of each clerk, deputy, and employee as provided in Subsection A of this Section for the clerk and each of the clerk's deputies and employees and each of the board's employees.

If a clerk or a board elects to pay a portion of the contributions required in

Page 4 of 6

1 Subsection A of this Section, then the portion shall be in the same proportion of the 2 salary of each employee in the office of the clerk or board, and no employee shall be 3 able to choose the amount of such payment. Payments so made shall specifically not 4 be included as salary or monthly average compensation for purposes of benefit 5 computation. If such election is made, the election shall remain in effect for a fiscal 6 year and shall be rescinded only upon providing written notice to the board of 7 trustees fifteen days prior to the beginning of a fiscal year. 8 9 §1752. Persons not eligible for membership; persons becoming eligible for 10 membership in other systems 11 12 B. Individuals paid jointly by a participating employer and the parish are not 13 eligible for membership in this system, except the following: 14 15 (3) Clerks of city courts in cities having a population of four hundred 16 thousand or less except in the city of New Orleans. 17 18 §1921. Membership 19 A. The membership of this system shall be composed of all employees not 20 specifically excluded by the provisions of this Part, as follows: 21 22 (3)(a)23 24 (ii) A justice of the peace in a parish with a population of between twenty-25 three thousand three hundred fifty and twenty-three thousand four hundred, based 26 upon the latest federal decennial census Assumption Parish who did not exercise his 27 option to become a member of the system within one year of taking his oath of office

may elect to become a member on or before December 31, 2008. A justice of the

peace who elects to become a system member pursuant to this Item may receive

credit for past service by paying to the system on or before December 31, 2008, an

28

29

30

1	amount calculated pursuant to R.S. 11:158. The payment for such service credit may
2	be paid in whole or in part by the official's employer, as defined in R.S. 11:1902.
3	* * *
	SPEAKER OF THE HOUSE OF REPRESENTATIVES
	PRESIDENT OF THE SENATE
	TRESIDENT OF THE SENATE
	GOVERNOR OF THE STATE OF LOUISIANA

**ENROLLED** 

HB NO. 21

APPROVED: \_\_\_\_\_